Arizona Ready K–20 Funding Taskforce

Guiding Principles

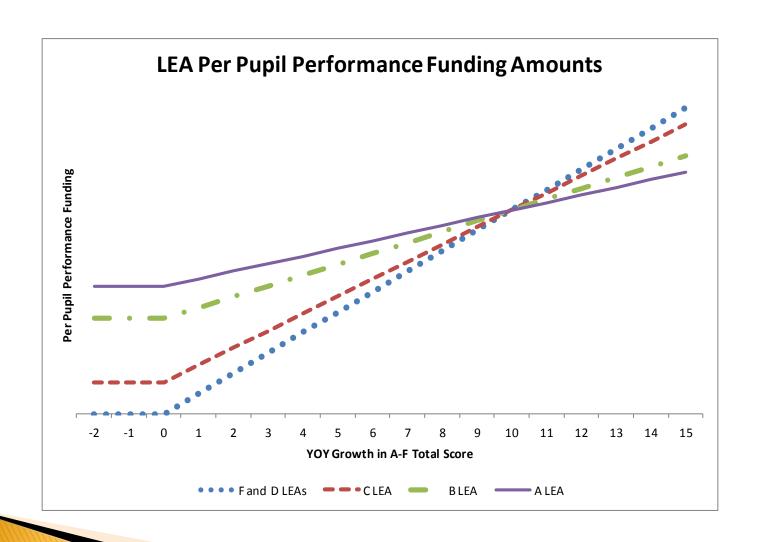
- Schools should drive improved student achievement and academic growth so that by 2020 more than 93% of Arizona students graduate from high school college and career ready
- The state should structure its budget and the school finance system to utilize its resources most efficiently and to drive action at the local level that improves student achievement
- Local flexibility with funding and with regulatory requirements should be based on local performance
- That state should move toward a school finance system that can be updated easily and allows for innovation at the local level

Why do we need local education agency (LEA) performance funding?

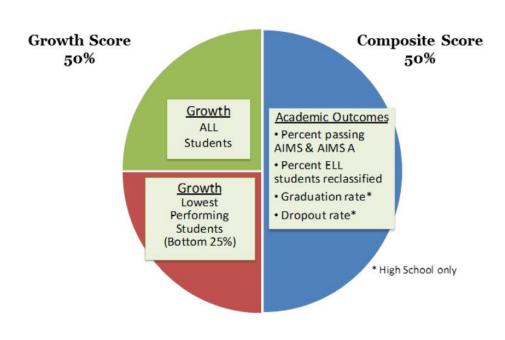
To encourage and reward high levels of academic performance and improvements in academic performance

Provide achievement payments to A, B, and C LEAs

- Provide growth payments to LEAs who move up on the A-F scale
 - The smallest growth payments go to A LEAs and the largest growth payments go to D and F LEAs

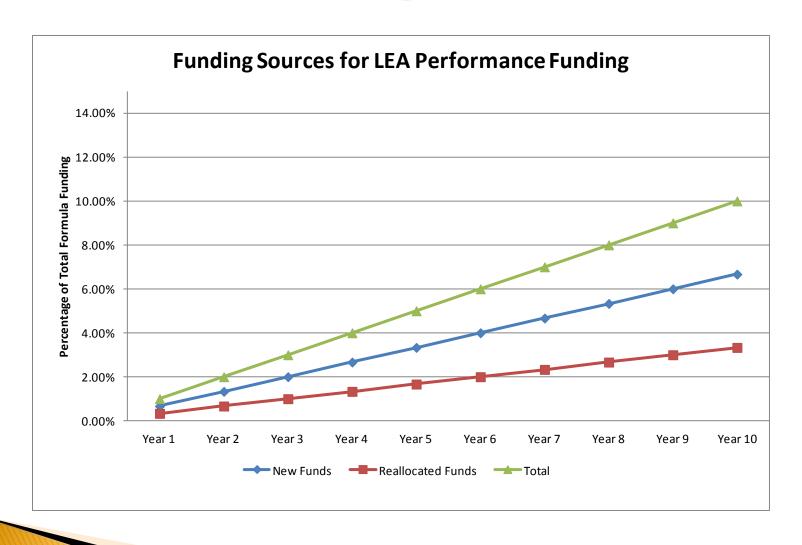


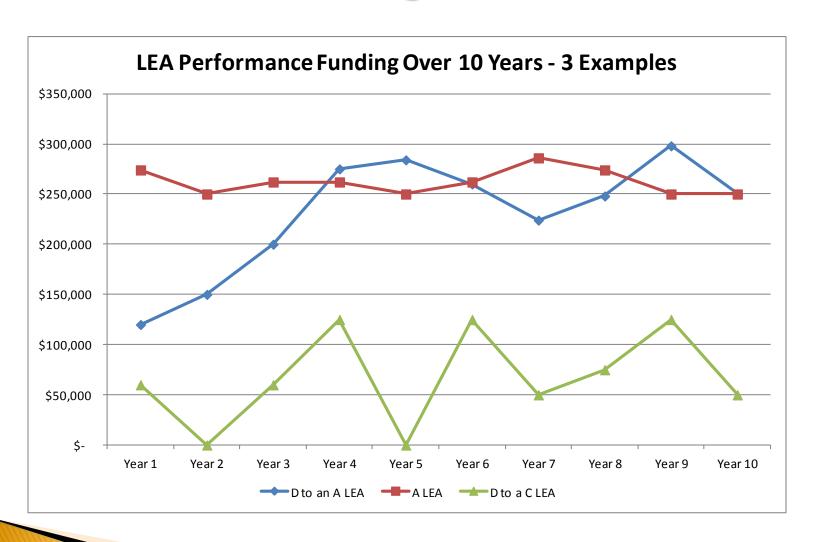




Composite Score + Growth Score = A-F Letter Grade (100 points possible) + (100 points possible) = 200 points possible

- Performance funding should start small and grow over time up to a meaningful percentage of total school formula funding
- Performance funding should be paid for with both new dollars and dollars reallocated from existing school formula funding
 - A greater proportion of performance funding should come from new dollars than reallocated dollars





Next Steps — K-20 Funding Taskforce

- Conduct research on two projects:
 - Finding out how changing student weights, using existing funding levels, impacts funding allocations
 - Determining which spending patterns correlate with academic achievement
- Develop recommendations to simplify and modernize base formula funding for schools